COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTHEAST DAVIESS)
COUNTY WATER DISTRICT FOR APPROVAL) CASE NO. 96-119
OF A RATE SURCHARGE)

ORDER

IT IS ORDERED that Southeast Daviess County Water District ("Southeast Daviess Water") shall file an original and 8 copies (2 copies of engineering-related materials) of the following information with the Commission, with a copy to all parties of record within 21 days from the date of this Order. Southeast Daviess Water shall furnish with each response the name of the witness who will be available at any public hearing to respond to questions concerning each item of information requested.

- 1. Provide all engineering reports on the system improvements which the proposed surcharge will finance. These reports shall meet the requirements of KRS 322.340.
- 2. a. When is construction of the proposed system improvements expected to commence?
- b. When will construction of the proposed system improvements be completed?
- 3. a. When will Southeast Daviess Water advertise for bids on the proposed system improvements?

b. When will Southeast Daviess Water apply to the Commission for a Certificate of Public Convenience and Necessity for the proposed system improvements?

4. Why is the proposed system surcharge based upon water usage?

5. a. Did Southeast Daviess Water consider basing its proposed surcharge upon the number of customers?

b. (1) If yes, why was this approach rejected?

(2) If not, why was this approach not considered?

6. How will the proposed system improvements benefit Southeast Daviess Water's wholesale customers?

Done at Frankfort, Kentucky, this 25th day of June, 1996.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director

Mills